

Date: 28/05/2018

To,

**Manager - DSC**

BSE Limited,

Floor 25, P J Towers,

Dalal Street, Mumbai – 400 001

**Subject: Outcome of Board Meeting & Submission of Audited Financial Results for Half Year and Year ended March 31, 2018.**

**Ref.: Scrip Code: 536456.**

**Scrip ID: RJBIOTECH**

Dear Sir/ Madam,

As per Regulation 33 read with Regulation 30 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are enclosing here with Audited Financial Results of the Company for the Half Year and Year ended March 31, 2018, along with the Statement of Impact of Audit qualifications for the Standalone Financial Results duly approved by Board of Directors of the Company at its meeting held on 28<sup>th</sup> May, 2018.

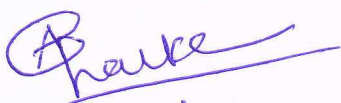
The meeting commenced at 3.00 P.M. and was concluded at 5.15P.M.

We request you to kindly take the same on record.

Thanking You,

Yours Truly,

FOR R J BIO-TECH LIMITED



Anand Phalke  
(Company Secretary)



**INDEPENDENT AUDITOR'S REPORT**

To,  
The Board of Directors of  
R J Bio-Tech Limited.  
"Siddharth Arcade", Opp. Holiday Camp, Station Road,  
Aurangabad - 431 005

1 We have audited the Half Yearly financial results of R J Bio-Tech Limited ("The Company") (Formerly known as R J Bio-Tech Private Limited) for the Half Year ended as on 31.03.2018 and the year to date results for the period 01.04.2017 to 31.03.2018, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. These Half Yearly financial results as well as the year to date financial results have been prepared on the basis of the Half Yearly & Annual financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such Half Yearly & Annual financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard for Half Yearly & Annual Financial Reporting, prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under; or by the Institute of Chartered Accountants of India, as applicable and other accounting principles generally accepted in India.

2 We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

**3 Basis for Qualified Opinion**

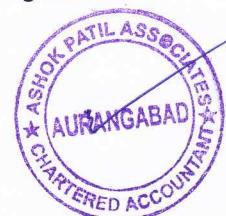
- i) Following events or conditions indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern and therefore, it may be unable to realise its assets and discharge its liabilities in the normal course of business. The financial statements (and notes thereto) do not disclose this fact. However, the standalone financial statements of the Company have been prepared on a going concern basis.

We draw attention to the standalone financial statements, which indicates that -

- The Company has incurred a net loss of Rs. 20.76 Crores during the year ended 31st March, 2018 and also its current liabilities over current assets exceeded by Rs. 7.53 Crores.

- The Company has accumulated losses and its Net Worth has been fully eroded.

- The Company's financing arrangements expired and the amount outstanding of Rs. 31.98 Crores was payable on March 31, 2018. The Company has been unable to re-negotiate or obtain replacement financing and is currently classified by bank as Non Performing Assets.





- ii) As per the information & explanations given, management has sent balance confirmations to outstanding debtors but we have not received the confirmations. In the absence of unavailability of confirmations we are unable to confirm or verify by alternative means accounts receivable included in the Balance Sheet at a total amount of Rs.20.64 crores (before provision for bad & doubtful debts of Rs. 4 Crores) as at March 31, 2018.
- iii) The management has not made available any record to us, regarding quantity, amount & net realizable values in respect of closing stock held as on 31.03.2018 at Rs. 13.57 Crores. Also, Company has not offered record of verification of stock counting of physical inventories at the end of the year. During the year under review, Company has discarded the expired Inventories & Finished Goods of Rs. 8.83 Crores from the books of accounts. Relevant supporting, valuation, quantity details of the inventories discarded has not been provided to us for verification.

As a result of the matters stated in Para 2 & 3, we were unable to determine whether any adjustments might have been found necessary in respect of recorded receivables, Inventories in the Balance Sheet and also written off of Discarded Inventories and the corresponding elements making up the Statement of Profit and Loss and Cash Flow Statement.

#### 4 Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the effects / possible effects of the matters described in Basis for Qualified Opinion Paragraph above, the statements

(i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ; and

(ii) Gives a true and fair view in conformity with the aforesaid Accounting Standards and other accounting principles generally accepted in India of **Net Loss** and other financial information of the company for the year ended 31.03.2018.

- 5 The Statement includes the results for the Half Year ended 31.03.2018 being the balancing figure between the audited results in respect of the full financial year and the published year to date figures upto the half year of the current financial year which were subject to limited review by us.

For Ashok Patil & Associates  
Chartered Accountants  
Firm Reg. No. 122045W



(Ashok P.Patil)  
Partner  
M. No. 34423

Place: Aurangabad  
Date : 28.05.2018

Audited Statement of Assets and Liabilities as on 31<sup>st</sup> March, 2018

		(Rs. in Lakhs)	
Particulars	As on 31-03-2018	As on 31-03-2017	
<b>I] EQUITY AND LIABILITIES</b>			
<b>(1) Shareholder's Funds</b>			
(a) Share Capital	946.76	946.76	
(b) Reserves & Surplus	(1,928.12)	148.54	
(c) Money received against share warrants	-	-	
<b>Total Shareholders Fund</b>	<b>(981.36)</b>	<b>1,095.30</b>	
<b>(2) Share Application money pending allotment</b>	-	-	
<b>(3) Deferred Government Grants</b>	-	-	
<b>(4) Minority Interest</b>	-	-	
<b>(5) Non-Current Liabilities</b>			
(a) Long-term Borrowings	525.71	146.50	
(b) Deferred Tax Liabilities (Net)	-	-	
(c) Other Long term Liabilities	59.60	84.71	
(d) Long-term Provisions	-	-	
<b>Total Non-Current Liabilities</b>	<b>585.31</b>	<b>231.21</b>	
<b>(6) Current Liabilities</b>			
(a) Short-Term Borrowings	3,136.41	2,756.67	
(b) Trade Payables	-	-	
i) Micro enterprises and small enterprises	-	-	
ii) Other than micro enterprises and small enterprises	335.08	186.69	
(c) Other Current Liabilities	360.54	422.77	
(d) Short-Term Provisions	71.65	60.52	
<b>Total Current Liabilities</b>	<b>3,903.68</b>	<b>3,426.65</b>	
<b>TOTAL</b>	<b>3,507.62</b>	<b>4,753.15</b>	
<b>II] ASSETS</b>			
<b>(1) Non Current Assets</b>			
(a) Fixed Assets			
(i) Tangible Assets	183.94	195.23	
(ii) Intangible Assets	0.22	0.05	
(iii) Capital Work-in-progress	-	-	
(iv) Intangible Assets under Development	-	-	
<b>Total Fixed Asset</b>	<b>184.16</b>	<b>195.28</b>	
(b) Non-Current Investments	-	-	
(c) Deferred tax Assets (Net)	-	-	
(d) Long-term loans & Advances	27.60	32.64	
(e) Other non-Current assets	145.56	174.72	
<b>Total Non-Current Asset</b>	<b>357.32</b>	<b>402.65</b>	
<b>(2) Current Assets</b>			
(a) Current Investments	-	-	
(b) Inventories	1,357.32	2,352.33	
(c) Trade Receivables	1,663.76	1,897.59	
(d) Cash & Cash equivalents	(1.67)	3.74	
(e) Short-term loans and advances	125.82	75.97	
(f) Other current assets	5.07	20.87	
<b>Total Current Asset</b>	<b>3,150.31</b>	<b>4,350.50</b>	
<b>TOTAL</b>	<b>3,507.62</b>	<b>4,753.15</b>	

**Note:**

- The Audited financial results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 28.05.2018
- There were no Investor Complaints received / pending as on 31/03/2018.
- The Company does not have more than one reportable primary segment in terms of Accounting Standard 17 (AS 17 - Segment Reporting) issued by ICAI/Company (Accounting Standards) Rules, 2006. Therefore, the Company is not required to submit separate segment wise report.
- Figures of the previous have been re-grouped / re-arranged wherever considered necessary.



For & on Behalf of the Board of Directors of  
RJ BIO-TECH LIMITED

(Raghavendra Joshi)  
Director  
DIN No.: 00307124

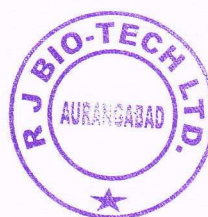
Place: Aurangabad  
Date : 28.05.2018

Registered Office : Siddharth Arcade, Railway Station Road, Aurangabad - 431 005. (M.S.) India Tel. : +91-240-02354912 to 17 Fax : +91-240-2332111  
E-mail : info@rjbiotech.com www.rjbiotech.com CIN No. : L24234MH2005PLC158420.

### Audited Financial Results for the period ended 31<sup>st</sup> Mar. 2018

(Rs. in Lakhs)

Sr.No	Particulars	Half year ended	Preceding Half year ended	Corresponding Half year ended	Year to date figure for current period ended	Year to date figures for the previous year ended	Previous year ended
		31.03.2018	30.09.2017	31.03.2017	31.03.2018	31.03.2017	31.03.2017
		Audited	Unaudited	Audited	Audited	Audited	Audited
01.	Income						
	Revenue From Operations(Net of excise duty)	174.09	714.64	9.47	888.73	1,573.83	1,573.83
	Other Income	8.31	2.72	-	14.02	-	-
	Total Revenue	182.40	717.37	9.47	902.76	1,573.83	1,573.83
02.	Expenditure						
a.	Cost of material consumed	269.30	332.33	287.69	601.64	1,034.20	1,034.20
b.	Purchase of stock in trade	-	-	-	-	-	-
c.	Change in inventories of finished goods, work in progress and stock in trade	106.14	70.07	274.79	176.20	212.20	212.20
d.	Employee benefit expenses	81.93	75.16	64.55	157.09	133.75	133.75
e.	Finance cost	200.14	188.65	194.07	388.84	360.09	360.09
f.	Depreciation and amortization expenses	16.39	8.04	14.97	30.02	31.81	31.81
g.	Other expenses	366.55	378.54	454.92	742.44	1,309.17	1,309.17
	Total Expenses	1,040.45	1,052.79	1,290.99	2,096.23	3,081.23	3,081.23
03.	Profit/(loss) before Exceptional Items and extraordinary items(1-2) and tax	(858.05)	(335.42)	(1,281.53)	(1,193.48)	(1,507.40)	(1,507.40)
04.	Exceptional Items	(883.19)	-	(0.04)	(883.19)	5.71	5.71
05.	Profit / (Loss) before extraordinary items and tax(3-4)	(1,741.24)	(335.42)	(1,281.57)	(2,076.66)	(1,501.69)	(1,501.69)
06.	Extraordinary Items	-	-	-	-	-	-
07.	Profit/(Loss) before tax(5-6)	(1,741.24)	(335.42)	(1,281.57)	(2,076.66)	(1,501.69)	(1,501.69)
08.	Tax Expenses	-	-	0.01	-	0.01	0.01
09.	Profit / (Loss) for the period from continuing operations(7-8)	(1,741.24)	(335.42)	(1,281.59)	(2,076.66)	(1,501.70)	(1,501.70)
10.	Profit / (Loss) from discontinuing operations	-	-	-	-	-	-
11.	Tax Expenses of discontinuing operations	-	-	-	-	-	-



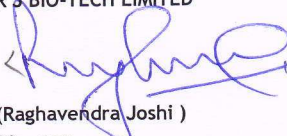
**Registered Office :** Siddharth Arcade, Railway Station Road, Aurangabad - 431 005. (M.S.) India Tel. : +91-240-02354912 to 17 Fax : +91-240-2332111  
E-mail : info@rjbiotech.com www.rjbiotech.com **CIN No. :** L24234MH2005PLC158420.

12.	Net Profit/(loss) from discontinuing operations(after tax)(10-11)	-	-	-	-	-	-
13.	Profit/(Loss) for the period before minority interest	(1,741.24)	(335.42)	(1,281.59)	(2,076.66)	(1,501.70)	(1,501.70)
14.	Share of profit/(loss) of associates	-	-	-	-	-	-
15.	Minority Interest	-	-	-	-	-	-
16.	Net profit/(loss) for the period	(1,741.24)	(335.42)	(1,281.59)	(2,076.66)	(1,501.70)	(1,501.70)
17.	Details of Equity share Capital						
	Paid up equity share capital	946.76	946.76	946.76	946.76	946.76	946.76
	Face value of Equity share capital	10.00	10.00	10.00	10.00	10.00	10.00
18.	Reserve excluding Revaluation Reserve as per balance sheet of previous accounting year	(1,928.12)	(186.88)	847.57	(1,928.12)	148.54	148.54
19i	(a) Basic & diluted EPS before Extraordinary items for the Period, for the year to date & for the previous year (not to be annualized)	(36.88)	(3.54)	(27.15)	(21.93)	(15.86)	(15.86)
19ii	(b) Basic & diluted EPS after Extraordinary items for the Period, for the year to date & for the previous year (not to be annualized)	(36.88)	(3.54)	(27.15)	(21.93)	(15.86)	(15.86)

Place: Aurangabad  
Date : 28.05.2018



For & on Behalf of the Board of Directors of  
R J BIO-TECH LIMITED

  
(Raghavendra Joshi )  
Director  
DIN No.: 00307124

### ANNEXURE 1

#### Statement on Impact of Audit Qualifications (for audit report with Qualified opinion) submitted along with standalone Annual Audited Financial Results

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2018 [See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	Sr. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (Rs. In Lacs)	Adjusted Figures (audited figures after adjusting for qualifications) (Rs. In Lacs)
	1	Turnover / Total income	902.76	902.76
	2	Total Expenditure	2096.23	2096.23
	3	Net Profit/(Loss)	(2076.66)	(2076.66)
	4	Earnings Per Share (In Rs.)	(21.93)	(21.93)
	5	Total Assets	3507.62	3507.62
	6	Total Liabilities	3507.62	3507.62
	7	Net Worth	(981.36)	(981.36)
	8	Any other financial item(s) (as felt appropriate by the management)	-	-
II.	Audit Qualification (each audit qualification separately):			
	<p><b>Details of Audit Qualification:</b></p> <p>i. Following events or conditions indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern and therefore, it may be unable to realise its assets and discharge its liabilities in the normal course of business. The financial statements (and notes thereto) do not disclose this fact. However, the standalone financial statements of the Company have been prepared on a going concern basis.</p> <p>We draw attention to the standalone financial statements, which indicates that -</p> <ul style="list-style-type: none"> <li>- The Company has incurred a net loss of Rs. 20.76 Crores during the year ended 31st March, 2018 and also its current liabilities over current assets exceeded by Rs. 7.53 Crores.</li> <li>- The Company has accumulated losses and its Net Worth has been fully eroded.</li> <li>- The Company's financing arrangements expired and the amount outstanding of Rs. 31.98 Crores was payable on March 31, 2018. The Company has been unable to re-negotiate or obtain replacement financing and is currently classified by bank as Non Performing Assets.</li> </ul> <p>ii. As per the information &amp; explanations given, management has sent balance confirmations to outstanding debtors but we have not received the confirmations. In the absence of unavailability of confirmations we are unable to confirm or verify by alternative means accounts receivable included in the Balance Sheet at a total amount of Rs.20.64 crores (before provision for bad &amp; doubtful debts of Rs. 4 Crores) as at March 31, 2018.</p> <p>iii. The management has not made available any record to us, regarding quantity, amount &amp; net realizable values in respect of closing stock held as on 31.03.2018 at Rs. 13.57 Crores. Also, Company has not offered record of verification of stock counting of physical inventories at the end of the year. During the year under review, Company has discarded the expired Inventories &amp; Finished Goods of Rs. 8.83 Crores from the books of accounts. Relevant supporting, valuation, quantity details of the inventories discarded has not been provided to us for verification.</p>			



	As a result of the matters stated in Para ii & iii, we were unable to determine whether any adjustments might have been found necessary in respect of recorded receivables, Inventories in the Balance Sheet and also written off of Discarded Inventories and the corresponding elements making up the Statement of Profit and Loss and Cash Flow Statement.
	<b>Type of Audit Qualification :</b> Qualified Opinion / Disclaimer of Opinion / Adverse Opinion
	<b>Frequency of qualification:</b> Whether appeared for point No. i & iii : first time for Point No. ii : repetitive / since how long continuing
	<b>For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: NA</b>
	<b>For Audit Qualification(s) where the impact is not quantified by the auditor:</b> <b>Management's estimation on the impact of audit qualification:NA</b>
	<p><b>ii. If management is unable to estimate the impact, reasons for the same:</b></p> <p>i. The Company is engaged in Seed Industry which takes long time to establish the brand name in the farming community. Once the products are established in market there is no looking back. Our company has also faced initial problem like identifying good dealers network and honest marketing staff. There were few wrong decisions taken by the earlier CEO which has resulted into bad debts and inventory of non-moving products.</p> <p>This year management has taken bold decision to scrap non-moving inventory which was carried forward from last three years. If this inventory would have been placed in market for sale we could have lost our brand image and goodwill, hence it was necessary to take step to scrap old and non-moving product.</p> <p>In two years Company has written off the expired /Discarded Inventories and made provision for doubtful debts which resulted in losses of Rs. 15.01 Cr in Fy 2016-17 and Rs. 20.76 in Fy 2017-18 along with operating losses caused to erosion of Net worth. During the current year it is observed that whatever production of maize, paddy, cotton, and few vegetables is taken is liquidated to the extent of 70% by third week of May, balance 30% inventory will be converted into the sale by June 2018. This will help to achieve the break-even &amp; update the net worth position.</p> <p>The Promoter is funding in company by way of interest free unsecured loan. The turnover of the company in Kharif- 2018 is expected to cross more than 12 Cr. which is 50% higher than entire sale of last year. Management is unable to assess the impact but expecting good prospects of the company to continue as going concern.</p> <p>The Company is liasoning for getting support from lender for settlement of the outstanding dues.</p> <p>ii. The Company had taken due efforts to provide the confirmation of outstanding balances from all its debtors. Management has already sent balance confirmations to outstanding debtors but due to ongoing season, the Company could not get their confirmations in full well in time, confirmations are still awaited and as a matter of safety Company has made the provision of 10% for the Doubtful Debts for the Current Financial Year. Hence the management is not in a position to determine its impact.</p> <p>iii. Considering the huge quantum and difficulty in recognizing non-moving products which are failed in laboratory tests like GOT (Grow out Test) and germination we are unable to provide details of the non-moving products which are procured and processed in past. The management is not able to estimate the impact of discarded inventory in quantum. The remaining stock is realizable to sales.</p>

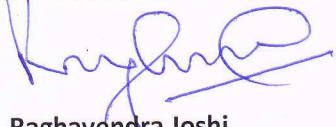




iii. Auditors' Comments on (i) or (ii) above: we have reviewed the above Managements response, Our opinion stated in point No.( i, ii, iii) in Auditors Qualification remains unchanged.

**Signatories:**

**For R J Biotech Limited**

  
**Raghavendra Joshi**  
Chairman

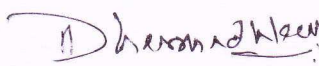


  
**Aarti Pawar**  
Chief Financial Officer

**For Ashok Patil & Associates**  
Chartered Accountants  
Firm Reg. No. 122045W

  
**Ashok P. Patil**  
Partner  
M. No. 34423



  
**Anil Vasant Dharmadhikari**  
Audit Committee Chairman

**Place: Aurangabad**

**Date: 28/05/2018**